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## TITLE 65 STATE LOTTERY COMMISSION

LSA Document #01-69(E)

## **DIGEST**

Amends 65 IAC 5-12-2 concerning definitions. Adds 65 IAC 5-12-12.5 concerning the Power Play promotion associated with Hoosier Lottery Powerball. Effective March 2, 2001.

65 IAC 5-12-2 65 IAC 5-12-12.5

SECTION 1. 65 IAC 5-12-2 IS AMENDED TO READ AS FOLLOWS:

65 IAC 5-12-2 Definitions

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

Sec. 2. (a) The definitions in this sections shall apply throughout this rule.

- (b) "Board" means an area of the play slip identified by an alphabetic character which contains two (2) panels of numbered squares to be marked by the player containing, respectively, forty-nine (49) squares numbered one (1) through forty-nine (49) and forty-two (42) squares numbered one (1) through forty-two (42).
  - (c) "Grand prize" means the prize awarded pursuant to 65 IAC 5-12-8. section 8 of this rule.
- (d) "MUSL" means an association of lottery commissions, state agencies, and other political subdivisions which are authorized to conduct lottery games.
  - (e) "MUSL Powerball receipts" means all receipts of MUSL Powerball member lotteries from the sale of Powerball tickets.
- (f) "Panel" means the sections of each board on a play slip with the top panel containing forty-nine (49) numbered squares and the bottom panel containing forty-two (42) numbered squares.
- (g) "Pari-mutuel prize" means a prize equal to the total amount of the prize pool available for prizes of that type divided by the total number of winners of that prize from among all MUSL Powerball member lotteries.
- (h) "Play" means the six (6) numbers that appear as a single numbered selection on a valid lottery ticket for a Powerball selection event in the manner defined in section 4(b) of this rule.
- (i) "Player" means an eligible person who participates in a Powerball selection event by purchasing an on-line ticket with one (1) or more plays.
- (j) "Play slip" means a commission approved form containing one (1) or more boards that is used by a player to mark one (1) or more plays in Powerball.
- (k) "Powerball" means a game conducted by a MUSL product group of which the commission is a member and which may include the Power Play promotion.
  - (1) "Powerball first set numbers" means the **first** five (5) numbers selected by a player in a play pursuant to 65 IAC 5-12-4(b)(1).

section 4(b)(1) of this rule.

- (m) "Powerball second set number" means the  $\frac{1}{2}$  last number selected by a player in a play pursuant to  $\frac{5}{4}$  IAC 5-12-4(b)(2). section 4(b)(2) of this rule.
- (n) "Powerball selection event" means a drawing or other selection event conducted to determine **the Powerball** winning numbers. in Powerball.
- (o) "Powerball winning numbers" means the six (6) numbers selected in a Powerball selection event that entitle the holders of on-line tickets containing those numbers to prizes set forth in section 9 of this rule.
  - (p) "Power Play number" means the number selected in a Power Play selection event.
- (q) "Power Play option" means the purchase of an option to multiply a set prize won in a Powerball selection event during the Power Play promotion.
- (r) "Power Play selection event" means a separate, random drawing or other selection event to determine the Power Play number from among a series of numbers set forth in section 12.5 of this rule.
  - (s) "Power Play promotion" means a promotional extension of the Powerball game as set forth in section 12.5 of this rule.
  - (o) (t) "Quick pick" means a play randomly selected by a commission approved terminal.
- (p) (u) "Retailer" means a person, other than a state agency or political subdivision, who sells lottery tickets on behalf of the commission pursuant to a retailer contract.
- (v) "Set prize" means any secondary prize in the Powerball game (not the grand prize) and any prize arising out of the Power Play promotion. (State Lottery Commission; 65 IAC 5-12-2; emergency rule filed Oct 24, 1997, 12:35 p.m.: 21 IR 1016, eff Nov 2, 1997; emergency rule filed Mar 2, 2001, 4:08 p.m.: 24 IR 2094)

SECTION 2. 65 IAC 5-12-12.5 IS ADDED TO READ AS FOLLOWS:

## 65 IAC 5-12-12.5 Power Play promotion

Authority: IC 4-30-3-7; IC 4-30-3-9

Affected: IC 4-30

- Sec. 12.5. (a) The Power Play promotion shall be available in association with the Powerball on-line game commencing March 4, 2001, and concluding upon the determination of the director. The Power Play promotion will be conducted in accordance with the Hoosier Lottery Powerball rules except that players may purchase the Power Play option for the chance to multiply set prizes won as a result of a Powerball selection event by a number ranging from one (1) to five (5). The Powerball grand prize shall not be eligible for multiplication under the Power Play promotion.
- (b) At the time of purchasing a Powerball on-line ticket from an authorized retailer, a player may purchase the Power Play option for one dollar (\$1) per play for each play on the Powerball on-line ticket.
- (c) At the time of each Powerball selection event, MUSL shall conduct a Power Play selection event under the supervision of security and an independent auditor which shall result in the selection of the Power Play number from among the following series of numbers: 1, 1, 2, 2, 3, 3, 4, 4, 5, 5, 5, and 5.
- (d) On-line tickets that contain the Power Play option and one (1) or more plays eligible for Powerball set prizes (but not the grand prize) identified in section 9 of this rule shall be entitled to a total set prize calculated by multiplying each Powerball set prize by the Power Play number.
- (e) The prize pool for Power Play set prizes shall consist of up to forty-eight and one-half percent (48.5%) of sales incurred between Power Play selection events after Powerball prize reserve accounts are funded to the amounts set by MUSL. The

prize pool percentage allocated to Power Play set prizes shall be carried forward to subsequent Power Play selection events if all or a portion of such percentage is not required to pay the set prizes for the current Power Play selection event. Any amount remaining in the prize pool for Power Play set prizes at the end of the Powerball on-line game shall be carried forward to a replacement on-line game or expended in a manner directed by MUSL or in accordance with state law.

- (f) An additional one and one-half percent (1.5%) of Power Play sales incurred between Power Play selection events may be collected and placed in prize reserve accounts until the prize reserve accounts meet the amounts designated by MUSL.
- (g) If, with respect to a single Powerball selection event and associated Power Play selection event, the total of the Powerball set prizes without the Power Play option and the

Powerball set prizes multiplied by the Power Play number exceeds the percentage of the prize pools allocated to the set prizes, then the amount needed to fund those combined set prizes shall be drawn from the following sources in the following order:

- (1) The amount allocated to the set prizes and carried forward from previous Powerball selection events and Power Play selection events, if any.
- (2) The amounts allocated to the Power Play set prize reserve accounts, if any.
- (3) An amount from the Powerball set prize reserve account, if available, not to exceed twenty-five million dollars (\$25,000,000) per selection event.
- (h) If the sources set forth in subsection (g) are depleted and there still are not sufficient funds to pay the set prizes for a particular Powerball selection event and associated Power Play selection event, then the highest set prize, including the multiplied set prize, shall become a pari-mutuel prize. If the amount of the highest set prize, when paid as a pari-mutuel prize, is less than or equal to the next highest set prize and there are still not sufficient funds to pay the remaining prizes, then the next highest set prize, including the multiplied set prize, shall become a pari-mutuel prize. If necessary under the same test set forth in the preceding sentence, each succeeding set prize level shall be converted to a pari-mutuel prize, in order, until all set prizes become pari-mutuel. If all set prizes are converted to pari-mutuel prizes, the money available from the funding sources listed in subsection (g) shall be divided among the winning plays in proportion to their respective prize percentages.
- (i) Power Play set prizes which become pari-mutuel may be rounded down so that they can be paid in multiples of whole dollars. Breakage resulting from rounding shall be carried forward to the prize pool for the next Power Play selection event.
- (j) All Power Play set prizes shall be paid in single, lump sum payments determined by multiplying the Powerball set prize by the number selected in the Power Play selection event as follows:

	Powerball Set	Power Play Multiplier and Set Prize Amount				
	<b>Prize Amount</b>	5	4	3	2	1
Match $5+0$	\$100,000	\$500,000	\$400,000	\$300,000	\$200,000	\$100,000
Match 4 + 1	\$5,000	\$25,000	\$20,000	\$15,000	\$10,000	\$1,000
<b>Match 4 + 0</b>	\$100	\$500	\$400	\$300	\$200	\$100
Match 3 + 1	\$100	\$500	\$400	\$300	\$200	\$100
Match $3 + 0$	<b>\$7</b>	\$35	\$28	\$21	\$14	\$7
Match 2 + 1	<b>\$7</b>	\$35	\$28	\$21	\$14	\$7
Match 1 + 1	\$4	\$20	\$16	\$12	\$8	\$4
Match 0 + 1	\$3	\$15	\$12	<b>\$9</b>	<b>\$6</b>	\$3

When the Powerball set prizes become pari-mutuel, the Powerball set prize amounts will be less than the amount shown in which case the Power Play set prizes shall be a multiple of the new Powerball set prize amount.

- (k) Power Play set prizes shall not be paid until the commission receives notification to pay from MUSL.
- (l) The odds of various Power Play numbers being selected in a Power Play selection event and the resulting impact on the Powerball set prizes are:
  - (1) The odds of increasing a set prize in a Powerball selection event by a multiple of five (5) through a Power Play are approximately 1:3.
  - (2) The odds of increasing a set prize in a Powerball selection event by a multiple of four (4) through a Power Play are approximately 1:6.
  - (3) The odds of increasing a set prize in a Powerball selection event by a multiple of three (3) through a Power Play are

approximately 1:6.

- (4) The odds of increasing a set prize in a Powerball selection event by a multiple of two (2) through a Power Play are approximately 1:6.
- (5) The odds of no increase in a set prize in a Powerball selection event due to the selection of a one (1) as the Power Play number are approximately 1:6.
- (6) The overall odds of increasing a set prize in a Powerball selection event through a Power Play are approximately 5:6. (State Lottery Commission; 65 IAC 5-12-12.5; emergency rule filed Mar 2, 2001, 4:08 p.m.: 24 IR 2094)

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